

Returned call 4/20 + advised Mike Hale looked AOK + to proceed accordingly.
DWH

GEOKINETICS INC.

DOGM
MINERALS PROGRAM
FILE COPY

FACSIMILE TRANSMISSION

DATE: 4-18-95	
TO: Wayne Hedberg	FROM: Mike Hale
COMPANY: DOGM	GEOKINETICS, INC.
PHONE: ()	5555 SAN FELIPE, STE. 780
FAX: (801) 359-3940	HOUSTON, TEXAS 77056
PAGES TO FOLLOW: two	PHONE: (713) 850-7600
RE:	FAX: (713) 850-7330

COMMENTS:

① letter to Frost Bank dated April 18, 1995

② Page 1 of letter dated March 24, 1995 to Frost Bank.

Please call me once you have reviewed the enclosed

CONFIDENTIALITY NOTICE

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GEOKINETICS INC.

Marathon Oil Tower 5555 San Felipe Suite 780 Houston, Texas 77056 (713) 850-7600 FAX (713) 850-7330

April 18, 1995

Frost National Bank
600 Jefferson @ Smith
P. O. Box 1315
Houston, Texas 77256

Attention: Ms. Sharon Albert
Sr. Vice President

RE: Certificate of Deposit No. 050-00287975
Seep Ridge Project
Uintah County, Utah

Dear Ms. Albert:

This letter serves to clarify the intent of a letter dated March 17, 1995 sent to you from the State of Utah, Division of Oil, Gas and Mining, regarding the referenced Certificate of Deposit.

Although Geokinetics Inc. is a named party on the Certificate of Deposit, the redemption of the Certificate of Deposit shall be at the joint discretion and per the written direction of **only** the State of Utah, Division of Oil, Gas and Mining and the School and Institutional Trust Lands Administration. Geokinetics Inc. has no authority to direct the redemption of the Certificate of Deposit nor is Geokinetics Inc.'s written consent required for its redemption.

Very truly yours,

GEOKINETICS INC.

Michael Hale
Vice President

cc: Mr. D. Wayne Hedberg - State of Utah, Division of Oil, Gas and Mining



State of Utah

DEPARTMENT OF NATURAL RESOURCES
DIVISION OF OIL, GAS AND MINING

Michael O. Leavitt
Governor

Ted Stewart
Executive Director

James W. Carter
Division Director

355 West North Temple
3 Triad Center, Suite 350
Salt Lake City, Utah 84180-1203
801-538-5340
801-359-3940 (Fax)
801-538-5319 (TDD)

March 17, 1995

Frost National Bank
600 Jefferson @ Smith
P. O. Box 1315
Houston, Texas 77256

Attention: Ms. Sharon Albert
Sr. Vice President

Re: Certificate of Deposit for Seep Ridge Project, Geokinetics Inc., ML 45256 (Oil Shale), M/047/002, Uintah County, Utah

This is in regards to regulatory requirements of the mining statute and rules of the State of Utah, Division of Oil, Gas and Mining, governing the operations and reclamation of the Seep Ridge Project, Permit Number M/047/002, operated by Geokinetics Inc.

At the request of Geokinetics Inc., a \$100,000 Certificate of Deposit dated March 10, 1995, has been issued by Frost National Bank for an initial term of six (6) months, which Certificate, unless earlier redeemed as provided herein, shall be automatically renewed for a six (6) month term upon expiration. The CD has been made out in the name of the State of Utah, Division of Oil, Gas and Mining and the School and Institutional Trust Lands Administration. All interest earned by the Certificate of Deposit for the first three (3) months will be added back to the Certificate of Deposit. After that, the interest earned will be dispersed quarterly and deposited into Geokinetics Inc.'s account at Frost National Bank. If the Certificate is redeemed before the maturity date and the penalty reduces the face value of \$100,000, the State of Utah, Division of Oil, Gas and Mining will look to Geokinetics Inc. for reimbursement of that loss. If redeemed after the maturity date, then \$100,000 will go to the State of Utah, Division of Oil, Gas and Mining and the remaining balance will go to Geokinetics Inc.'s account. The Certificate of Deposit can only be redeemed by the joint signatures of the State of Utah, Division of Oil, Gas and Mining and the School and Institutional Trust Lands Administration.

If the statute or rules of the State of Utah, Division of Oil, Gas and Mining are violated, with respect to the operation of reclamation of the Seep Ridge Project covered by this surety, the State of Utah, Division of Oil, Gas and Mining has the authority to call the Certificate on demand, for the full amount of \$100,000. Any loss due to an early